

FISCAL NOTE

SB 1467 - HB 823

March 13, 1997

SUMMARY OF BILL: Allows a local government entity to enter into loan agreements with a public building authority, pledging revenues from the projects financed through the loan. Current law allows such entities to enter into loan agreements, pledging the full faith and credit of the entity for the payment of the debt. This bill would allow entities that have no taxing authority to pledge revenues from projects instead.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Revenues - Exceeds \$100,000 Over Time / Permissive
Increase Local Govt. Expenditures - Exceeds \$100,000 Over Time / Permissive

To the extent that local government entities choose to enter into such loan agreements, there is estimated to be an increase in local government revenues exceeding \$100,000 over time from the loans and an increase in local government expenditures exceeding \$100,000 over time for the payback of the loan with interest.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director